CANADA - PRINCE EDWARD ISLAND
Crop Insurance

ANNUAL REPORT
1982-83

PRINCE EDWARD ISLAND
CROP INSURANCE AGENCY

Agriculture Canada

Government of Prince Edward Island

SIXTEENTH ANNUAL

REPORT

PRINCE EDWARD ISLAND
CROP INSURANCE AGENCY

PHONE 892-4101

PRINCE EDWARD ISLAND

CROP INSURANCE AGENCY

The Honourable Prowse Chappell
Minister of Agriculture
Dept. of Agriculture
P.O. Box 2000
Charlottetown
Province of Prince Edward Island

Dear Sir:

I have the honour of submitting herewith the Sixteenth Annual Report of the Prince Edward Island Crop Insurance Agency.

This report includes a brief summary of operations and the audited Financial Statements for the fiscal year ending March 31st, 1983.

Respectfully Submitted,

Ronald B. McInnis
Manager
Prince Edward Island
Crop Insurance Agency

SIXTEENTH ANNUAL REPORT

OF

THE CROP INSURANCE AGENCY OF P.E.I.

FOR FISCAL YEAR ENDING MARCH 31, 1983

BOARD MEMBERS

Edward Fitzpatrick	-	Chairman
Fred McCardle	-	Vice-Chairman
Raynall MacNeill	-	Secretary
George Walsh	-	Member
John Kanters	-	Member

OFFICE STAFF

Ronald B. McInnis	-	Manager
Jean Morrison	-	Accountant
Gloria Dalziel	-	Secretary
Scott MacPhail	-	Technician

FIELD STAFF

Holland Cahill	-	Tignish
Clarence Ross	-	Bonshaw
John Fitzpatrick	-	Sherwood

The Prince Edward Island Crop Insurance Agency is a Crown Corporation of the Province of Prince Edward Island under the authority of the Minister of Agricultur[illegible].

OBJECTIVES OF THE AGENCY

(a) The objectives of the Agency are to make available to Prince Edward Island Farmers, a comprehensive all-risk Crop Insurance Plan, which in years of crop losses will return to the farmer some of his cost of production, and

(b) offer protection against crop loss caused by all natural hazards from date of seeding to the final harvest date.

RESPONSIBILITIES

1. Administration of the Crop Insurance Act.
2. Administration of Crop Insurance Plans, established by regulations, including the function of selling, underwriting, claims adjusting and accounting.
3. Conducting surveys and research programs relating to Crop Insurance.
4. Train staff to maintain a high degree of efficiency of operation.

FINANCIAL PARTICIPATION

The Government of Canada provides financial assistance to the Canada-Prince Edward Island Crop INsurance Program by contributing fifty percent of the total premium required each year. The Federal Government's contribution to this program totalled $980,714.26 for 1982-83.

The Government of Prince Edward Island contributes all of the administration costs, totalling approximately $186,401.00 for the year 1982-83.

INSURABLE CROPS

	PLANS AVAILABLE	COVERAGE AVAILABLE	UNIT PRICES
(1)	Potatoes	75%	3¢ or 3.5¢ or 4¢ or 4.5¢ per cwt.
(2)	Spring Grains & Field Peas	75%	5¢ or 6¢ or 7¢ per pound
(3)	Tobacco	71%, 74%, 77% or 80%	90% of the last 2 years average price
(4)	Rutabagas	80%	$1.15 per bushel
(5)	Corn	75%	$12.00 per ton
(6)	Processing Peas	$264.00 per acre	-
(7)	Strawberries	Up to $1200.00 per acre	-
(8)	Broccoli	80%	21.15¢ per pound
	Brussel Sprouts	80%	20.92¢ per pound
	Cauliflower	80%	19.72¢ per pound
	Cabbage	70%	$2.50 per bushel

1982 CROP CONDITIONS

April, 1982 gave us another warm and early spring. Farmers began planting potatoes, rutabagas and grain on April 10th with the bulk of these crops finished planted by mid May.

The warm weather continued and by mid June tobacco and corn was planted with other vegetable crops following in order.

A warm dry July gave Island farmers excellent crops of tobacco, forage, hay and grain. The digging of potatoes and rutabagas began on July 15th.

The dry weather continued into August. Then heavy rains were responsible for rapid growth in our potatoes. This rapid growth caused growth cracks, hollow heart and off-type in the late potato varieties. Heavy rains during harvesting caused the virus pink-eye to spread rapidly in the Russet Burbank and Kennebec varieties. This virus followed by a very warm week with temperatures as high as 30 degrees after harvest caused breakdown in many warehouses across P.E.I. with some growers loosing their total crop. The end result being the largest payout to our potato growers in the history of the Crop Insurance Agency.

1982 CROP SUMMARY

CROPS	CONTRACTS	ACRES	PREMIUM	COVERAGE
POTATOES	189	22,468	1,430,067.	14,001,505.
GRAIN & FIELD PEAS	133	15,527	169,369.	1,476,541.
TOBACCO	64	3,741	319,143.	6,018,654.
CORN	10	229	2,754	27,540.
RUTABAGAS	25	91	5,339.	36,262.
COLE CROPS*	20	320	23,088.	250,283.
STRAWBERRIES	9	71	3,821.	50,600.
PROCESSING PEAS	4	196	5,279.	43,010.
TOTALS	454	42,643	1,958,860.	21,904,395.

* Broccoli
Brussel Sprouts
Cauliflower
Cabbage

CANADA - PRINCE EDWARD ISLAND CROP INSURANCE

DATES TO REMEMBER

CROP	DEADLINE FOR APPLICATIONS	FINAL SEEDING DATE	FINAL HARVEST DATE
POTATOES	May 20	SEBAGO - June 12 RUSSETS - June 12 OTHERS - June 20	Oct. 24
TOBACCO	May 20	June 20	Sept. 28
GRAINS	May 20	June 12	Oct. 10
FIELD PEAS	May 20	June 12	Oct. 10
CORN	May 20	June 20	Oct. 20
RUTABAGAS	June 1	July 4	Oct. 31
PROCESSING PEAS	June 1	July 10	Sept. 10
BROCCOLI	June 1	June 20	Oct. 15
BRUSSEL SPROUTS	June 1	July 10	Nov. 15
CABBAGE	June 1	July 10	Nov. 15
CAULIFLOWER	June 1	June 20	Oct. 15
STRAWBERRIES	Nov. 30	June 20	--

AUDITOR GENERAL

CHARLOTTETOWN

PRINCE EDWARD ISLAND

PRINCE EDWARD ISLAND CROP INSURANCE AGENCY

FINANCIAL STATEMENTS

MARCH 31, 1983

AUDITOR GENERAL

CHARLOTTETOWN

PRINCE EDWARD ISLAND

AUDITOR'S REPORT

Board of Directors
Prince Edward Island Crop Insurance Agency

I have examined the balance sheet of the Prince Edward Island Crop Insurance Agency as at March 31, 1983 and the statement of income for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Agency as at March 31, 1983 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

T. Kaptein, C.A.
Auditor General

Charlottetown, Prince Edward Island
May 27, 1983

STATEMENT 1

PRINCE EDWARD ISLAND CROP INSURANCE AGENCY

BALANCE SHEET

MARCH 31, 1983

(with comparative figures at March 31, 1982)

ASSETS	1983	1982
Current Assets		
Cash	$ 107,464	$ 9,167
Accounts Receivable	-	1,477
Federal Contributions Receivable	-	1,476
Interest Receivable	29,981	86,560
Deposit Receipts - Province of P. E. I.	400,000	1,075,000
	$ 537,445	$1,173,680
LIABILITIES AND SURPLUS (DEFICIT)		
Current Liabilities		
Credit Balances in Accounts Receivable	$ -	$ 257
Indemnities Payable	37,419	8,970
Accounts Payable - Federal Government - Note 4	28,944	20,480
Deferred Revenue	8,204	5,041
	74,567	34,748
Surplus (Deficit)		
Balance, Beginning of Year		
As previously reported	1,159,412	(468,551)
Prior period adjustment - Note 4	(20,480)	-
As restated	1,138,932	(468,551)
Income (Loss) for the Year	(676,054)	1,607,483
Balance, End of Year	462,878	1,138,932
	$ 537,445	$1,173,680

(Notes 1 to 4 are an integral part of these financial statements)

ON BEHALF OF THE BOARD:

DIRECTOR: [signature]

DIRECTOR: [signature]

[signature]

[signature]

[signature]

PRINCE EDWARD ISLAND CROP INSURANCE AGENCY

STATEMENT OF INCOME

FOR THE YEAR ENDED MARCH 31, 1983

(with comparative figures for the year ended March 31, 1982)

	1983	1982
Income		
Insurance Premiums - Schedule 1	$ 980,007	$1,075,561
Federal Contributions - Note 2	980,714	1,086,940
Provincial Appropriation - Note 3	186,401	183,890
Interest	184,586	120,218
Bad Debt Recoveries	-	3,064
	2,331,708	2,469,673
Expenses		
Indemnities - Schedule 1	2,821,361	659,512
Administrative Expenses - Note 3	186,401	183,890
Interest on Advances	-	18,788
	3,007,762	862,190
Income (Loss) for the Year	$ (676,054)	$1,607,483

(Notes 1 to 4 are an integral part of these financial statements)

SCHEDULE 1

PRINCE EDWARD ISLAND CROP INSURANCE AGENCY

COMPARATIVE SCHEDULE OF PREMIUMS AND INDEMNITIES BY PROGRAM

FOR THE YEARS ENDED MARCH 31, 1983 AND MARCH 31, 1982

CROP	PREMIUMS			INDEMNITIES	EXCESS INDEMNITIES OVER PREMIUMS
	FARMERS' SHARE	FEDERAL SHARE	TOTAL		
POTATOES					
1983	715,034	715,529	1,430,563	2,612,149	1,181,586
1982	840,599	844,969	1,685,568	465,118	(1,240,930)
TOBACCO					
1983	159,521	159,660	319,181	1,080	(318,101)
1982	137,084	141,196	278,280	8,952	(269,328)
GRAIN					
1983	85,224	85,322	170,546	83,012	(87,534)
1982	78,306	80,620	158,926	75,496	(83,430)
COLE CROPS					
1983	11,544	11,572	23,116	112,995	89,879
1982	11,770	12,071	23,841	83,420	59,579
RUTABAGAS					
1983	2,670	2,648	5,318	7,197	1,879
1982	5,692	5,869	11,561	15,159	3,598
PROCESSING PEAS					
1983	2,639	2,646	5,285	-	(5,285)
1982	650	664	1,314	-	(1,314)
OTHER					
1983	3,375	3,337	6,712	4,928	(1,784)
1982	1,460	1,551	3,011	11,367	8,356
TOTAL					
1983	980,007	980,714	1,960,721	2,821,361	860,640
1982	1,075,561	1,086,940	2,162,501	659,512	(1,523,469)

PRINCE EDWARD ISLAND CROP INSURANCE AGENCY

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

1. Appeal Board

By Order-In-Council No. EC220/80 dated March 13, 1980 an Appeal Board was established pursuant to Section 24 of the Crop Insurance Act Regulations. As of May 27, 1983, one appeal totalling $32,308 has been granted by the Appeal Board affecting the fiscal year ended March 31, 1983.

2. Federal Contributions

The Government of Canada contributes amounts on a quarterly basis to match the premium income paid by insured farmers.

3. Provincial Appropriation - Administrative Expenses

The Administrative Expenses were appropriated by the Province of Prince Edward Island and paid through the Department of Agriculture on behalf of the Crop Insurance Agency.

Administrative Expenses	1983	1982
Salaries	$155,208	$153,919
Travel	19,444	18,149
Supplies and Administration	6,634	8,897
Fees - Board Members	4,938	2,713
Equipment	177	212
	$186,401	$183,890

4. Adjustments resulting from the Federal Government's audit of the 1981-82 fiscal year amounted to $20,480. This amount has been charged to the prior year's revenue and the surplus has been restated.

POOR

QUALITY

ORIGINAL